

In response to your letter dated October 27 regarding the September Monthly Report (8/1/06-8/31/06) please note that the Committee filed an amended version of the report today to correct the year to date figures on Schedule E and the donor in question on Schedule A supporting line 11C. Please note that Brown and Wood LLP has changed its name and is now Sidley Austin LLP. The Committee database has been updated.

You have asked about an offset from Direct Mail Management. The original payments for postage were made to the Postmaster and the balance of the mailing postage was refunded by the postmaster to the firm Direct Mail Management who handled part of the job through a third party vendor. Direct Mail Management refunded the money from its account to the NRCC.

The refund to "Zvi Guttman, Trustee" was part of a court ordered settlement of a case brought in the State of Maryland against a donor to the Committee which resulted in a bankruptcy case from the original source in which the Committee was named. In the interest of justice the Committee agreed to refund the money donated back to the original source of the funds. The check, by court order, was to be paid to the Trustee and was reported as a refund at the direction of Counsel.

Please contact me with any further questions or concerns. Thank you.

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